COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE

COMMISSION OF THE APPLICATION OF THE

FUEL ADJUSTMENT CLAUSE OF HENDERSONUNION RURAL ELECTRIC COOPERATIVE

CORPORATION FROM MAY 1, 1987, TO

OCTOBER 31, 1987

CASE NO. 9747-B

ORDER

Pursuant to 807 KAR 5:056, Section 1(11), the Public Service Commission ("Commission") issued an Order on November 23, 1987, requiring Henderson-Union Rural Electric Cooperative Corporation ("Henderson-Union") to notify its customers of a hearing to be held on February 11, 1988. Henderson-Union was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Utility and Rate Intervention Division or other interested parties, or by the Commission on its own motion. Furthermore, Henderson-Union filed an affidavit stating its compliance with the provisions of the Fuel Adjustment Clause as prescribed in 807 KAR 5:056. Henderson-Union also filed its monthly fuel charges for the 6-month period under review.

Following proper notice, no party of record requested Henderson-Union to appear at the hearing scheduled for Pebruary 11, 1988. After reviewing Henderson-Union's monthly fuel clause filings for the 6-month period under review, the Commission is of the opinion that Henderson-Union has complied with the provisions of 807 KAR 5:056.

IT IS THEREFORE ORDERED that the charges and credits billed by Henderson-Union through the fuel adjustment clause for the period May 1, 1987, through October 31, 1987, be and they hereby are approved.

Done at Frankfort, Kentucky, this 29th day of March, 1988.

PUBLIC SERVICE COMMISSION

Chairman J. Heman fr

vice Chairman

Compissioner Welles

ATTEST:

Executive Director